

NSC BRIEFING

28 October 1959

BACKGROUND

MOROCCO

- Ibrahim Government has taken firm measures to control potential I. disorders, although friction remains between King's authoritarianminded entourage and left-wing majority within government.
 - Crown Prince Moulay Hassan undoubtedly is still counseling use of army to suppress leftists.
- Prolonged financial crisis should be eased by recent franc de-ĮI. valuation (from 420 to 506 to the dollar -- French franc is 493 to dollar) and by IMF grant of \$25,000,000 standby credit.
 - Financial talks with France about to begin.
- III. Within past six weeks, Morocco has agreed to exchange diplomatic representatives with Czechoslovakia, Poland, and Hungary.
 - Soviet Embassy opened in 1958; Chicom Embassy in April. Α.
 - But government is proceeding with legal action against local Communist party (already illegal but had been tolerated).

	IV.	Although Ibrahim while in Washington intimated his government
5X1X4		would agree to no more than two-year phase-out of American bases,
		King would approve calendar of
		evacuation from two to five years, depending on ability of

Moroccan armed forces to assume maintenance and control of bases. King may envisage US aid in training military forces.

Token US arms shipment scheduled to arrive in time for Moroccan ٧. 25 00 national holiday parade next month.

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